

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Public Works	(2) MEETING DATE 10/4/2016	(3) CONTACT/PHONE Don Spagnolo, Project Manager (805) 781-4476	
(4) SUBJECT Request to ratify approval of Contract Change Order No. 2, in the amount of \$69,809 for the Fiscal Year (FY) 2015-16 Chip Seal Various Roads Project. Districts 1, 4 and 5.			
(5) RECOMMENDED ACTION It is recommended that the Board ratify Public Works' approval of Contract Change Order No. 2, in the amount of \$69,809.30 for the FY 2015-16 Chip Seal Various Roads Project (Contract No.300563).			
(6) FUNDING SOURCE(S) Road Fund - Pavement Management Program	(7) CURRENT YEAR FINANCIAL IMPACT Estimated Project Costs = \$1,241,441.00	(8) ANNUAL FINANCIAL IMPACT \$0.00	(9) BUDGETED? Yes
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ____) <input type="checkbox"/> Board Business (Time Est. ____)			
(11) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions <input type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input checked="" type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: N/A <input type="checkbox"/> 4/5 Vote Required <input checked="" type="checkbox"/> N/A	
(14) LOCATION MAP Attached	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input type="checkbox"/> N/A Date: 8/9/16; #18, 4/5/16; #20, 1/12/16; #2	
(17) ADMINISTRATIVE OFFICE REVIEW David E. Grim			
(18) SUPERVISOR DISTRICT(S) District 1 District 4 District 5			

Reference: 16OCT04-C-4

County of San Luis Obispo



TO: Board of Supervisors

FROM: Public Works
Mike Boyce, Resident Engineer
Don Spagnolo, Project Manager

VIA: Dave Flynn, Deputy Director of Public Works

DATE: 10/4/2016

SUBJECT: Request to ratify approval of Contract Change Order No. 2, in the amount of \$69,809.30 for the Fiscal Year (FY) 2015-16 Chip Seal Various Roads Project. Districts 1, 4 and 5.

RECOMMENDATION

It is recommended that the Board ratify Public Works' approval of Contract Change Order No. 2, in the amount of \$69,809.30 for the FY 2015-16 Chip Seal Various Roads Project (Contract No. 300563).

DISCUSSION

This chip seal contract is part of the Department of Public Works Pavement Management Program which provides for the resurfacing of existing paved roads to extend the service life of the pavement. On April 5, 2016, the Board awarded the subject contract to Northwest Paving in the amount of \$925,935 with a contingency and supplemental work budget of \$92,594, for a total contract of \$1,018,529.

During construction of the improvements, conditions have required revisions to the contract plans and constructed improvements. Under Public Contract Code (PCC) section 20142, the Board of Supervisors may authorize the Public Works Director or his designee to approve, in writing, Construction Contract Change Orders (CCO). A CCO or aggregate of multiple change orders for this project is limited by PCC 20142 to no more than \$58,796.75 and the total for change orders No. 1 and No. 2 are \$84,380.78, slightly over the code allowance. The CCO No. 2 provided for an additional 900 feet on River Road and 6,800 feet on Pozo Road. These sections were added to extend the chip seal on each road to a section of new or previously paved roadway, which will advance the surface treatment from future years, and take advantage of the economy of scale by adding it to a large project thereby reducing the unit costs.

The following Contract Change Order (CCO) will require ratification by the Board:

<u>CCO No.</u>	<u>Description</u>	<u>Estimated Cost</u>
CCO2	Increase in contract quantities at Site 1 & 3	\$69,809.30

TOTAL \$69,809.30

The total changes to the project include CCO 1, which has been approved under the contract code as part of the contingency in the amount of \$14,571.48 and CCO 2 in the amount of \$69,809.30 for a total change of \$84,380.78. The second CCO will exceed the contract code allowance and require ratification by the Board.

OTHER AGENCY INVOLVEMENT/IMPACT

Construction funding was authorized for this project through the Road Fund. There were no utility company relocations performed as part of this construction project.

FINANCIAL CONSIDERATIONS

This is a Pavement Management project budgeted in the Road Fund at \$1,290,770. The total project costs are estimated at \$1,241,441, including CCO No 1 and 2. Funding for the project will come from the Road Fund - Pavement Management Program. No budget adjustment is necessary.

Please see Exhibit "A" for a cost breakdown of the project.

RESULTS

By taking the recommended action, your Board will cause the completion for this construction contract.

ATTACHMENTS

1. Vicinity Maps
2. Exhibit A - Project Cost Estimates
3. Exhibit B - Contract Change Order No. 2

c: Mike Boyce, Construction Division

File: Contract No. 300563

Reference: 16OCT04-C-4

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